AMENDED IN ASSEMBLY APRIL 5, 2006

CALIFORNIA LEGISLATURE—2005-06 REGULAR SESSION

ASSEMBLY BILL

No. 2481

Introduced by Assembly Member Evans

February 23, 2006

An act to *amend Section 11461 of, and to* add Chapter 1.5 (commencing with Section 16030) to Part 4 of Division 9 of, and to repeal and add Section 11461 of, the Welfare and Institutions Code, relating to foster care, and making an appropriation therefor.

LEGISLATIVE COUNSEL'S DIGEST

AB 2481, as amended, Evans. Foster care.

Existing law provides for Aid to Families with Dependent Children Foster Care (AFDC-FC) for children who have been removed from their homes in certain instances, and establishes the rate of foster care provider payments with respect to children placed in a licensed or approved family home with a capacity of 6 or less or in an approved home of a relative or nonrelative legal guardian. Existing law provides for the adjustment of those rates at specified times.

Existing law also provides for a clothing allowance in addition to the basic rate, and provides for the annual adjustment of that allowance, and specifies that commencing with the 2000–01 fiscal year, each child shall be entitled to a clothing allowance of \$100 per year, subject to the availability of funds.

Existing law requires the schedule of basic AFDC-FC rates to be adjusted by the percentage changes in the California Necessities Index, computed pursuant to a specified methodology, and subject to the availability of funds. In addition, existing law required, effective

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January 1, 2000, the basic rate to be increased by 2.36%, rounded to the nearest dollar.

Existing law requires, except with respect to a specified fiscal year, that counties that receive state participation for a basic rate in excess of the existing basic rate schedule shall receive an annual increase in state participation of one-half of the percentage changes specified above, rather than the entire amount, until the difference between the county's adjusted state participation level and the adjusted schedule of basic rates is eliminated.

This bill notwithstanding existing law, would increase the per child rates in effect on December 31, 2006, by 5% on January 1, 2007, and would additionally provide for an increase in the schedule of basic rates—and—certain—special—payments—for—the 2007–08, 2008–09, 2009–10, and 2010–11 fiscal years by 5% effective January 1, 2007, and by the percentage changes in the California Necessities Index, computed pursuant to the methodology specified under existing law for the 2007–08, 2008–09, 2009–10, and 2010–11 fiscal years. The bill would require all counties to receive increased state participation for the basic rate of the entire percentage adjustment, described in the bill, notwithstanding existing law. By requiring counties to comply with the rate adjustments, this bill would impose a state-mandated local program.

Existing law continuously appropriates funds for allocation to each county for the adequate care of children of each child eligible to receive AFDC-FC foster care. By requiring the adjustment in the amount of money allocated under the AFDC-FC program, *and increasing the required level of state participation*, this bill would result in an appropriation.

This bill would also require the State Department of Social Services to administer the Foster *and Adoptive* Parent Recruitment and Retention Program, created by this bill, establishes procedures for counties to elect to participate in the program, and would make funding of the program subject to appropriation in the annual Budget Act or another act.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that, if the Commission on State Mandates determines that the bill contains costs mandated by the state,

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reimbursement for those costs shall be made pursuant to these statutory provisions.

Vote: $\frac{2}{3}$. Appropriation: yes. Fiscal committee: yes. State-mandated local program: yes.

The people of the State of California do enact as follows:

SECTION 1. Section 11461 of the Welfare and Institutions 2 Code is amended to read:

11461. (a) For children placed in a licensed or approved family home with a capacity of six or less, or in an approved home of a relative or nonrelated legal guardian, or the approved home of a nonrelative extended family member as described in Section 362.7, the per child per month rates in the following schedule shall be in effect for the period July 1, 1989, through December 31, 1989:

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11	Age	Basic rate
12	0–4	\$ 294
	5–8	319
14	9–11	340
15	12–14	378
16	15–20	412

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- (b) (1) Any county that, as of October 1, 1989, has in effect a basic rate that is at the levels set forth in the schedule in subdivision (a), shall continue to receive state participation, as specified in subdivision (c) of Section 15200, at these levels.
- (2) Any county that, as of October 1, 1989, has in effect a basic rate that exceeds a level set forth in the schedule in subdivision (a), shall continue to receive the same level of state participation as it received on October 1, 1989.
- (c) The amounts in the schedule of basic rates in subdivision (a) shall be adjusted as follows:
- (1) Effective January 1, 1990, the amounts in the schedule of basic rates in subdivision (a) shall be increased by 12 percent.
- (2) Effective May 1, 1990, any county that did not increase the basic rate by 12 percent on January 1, 1990, shall do both of the following:

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(A) Increase the basic rate in effect December 31, 1989, for which state participation is received by 12 percent.

- (B) Increase the basic rate, as adjusted pursuant to subparagraph (A) by an additional 5 percent.
- (3) (A) Except as provided in subparagraph (B), effective July 1, 1990, for the 1990–91 fiscal year, the amounts in the schedule of basic rates in subdivision (a) shall be increased by an additional 5 percent.
- (B) The rate increase required by subparagraph (A) shall not be applied to rates increased May 1, 1990, pursuant to paragraph (2).
- (4) Effective July 1, 1998, the amounts in the schedule of basic rates in subdivision (a) shall be increased by 6 percent. Notwithstanding any other provision of law, the 6-percent increase provided for in this paragraph shall, retroactive to July 1, 1998, apply to every county, including any county to which paragraph (2) of subdivision (b) applies, and shall apply to foster care for every age group.
- (5) Notwithstanding any other provision of law, any increase that takes effect after July 1, 1998, shall apply to every county, including any county to which paragraph (2) of subdivision (b) applies, and shall apply to foster care for every age group.
- (6) The increase in the basic foster family home rate shall apply only to children placed in a licensed foster family home receiving the basic rate or in an approved home of a relative or nonrelative extended family member, as described in Section 362.7 or nonrelated legal guardian receiving the basic rate. The increased rate shall not be used to compute the monthly amount that may be paid to licensed foster family agencies for the placement of children in certified foster homes.
- (d) (1) (A) Beginning with the 1991–92 fiscal year, the schedule of basic rates in subdivision (a) shall be adjusted by the percentage changes in the California Necessities Index, computed pursuant to the methodology described in Section 11453, subject to the availability of funds.
- (B) In addition to the adjustment in subparagraph (A) effective January 1, 2000, the schedule of basic rates in subdivision (a) shall be increased by 2.36 percent rounded to the nearest dollar.
- (C) Notwithstanding any other provision of law, in addition to the adjustments in subparagraphs (A) and (B), effective January

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1, 2007, the schedule of basic rates in subdivision (a) shall be increased by 5 percent, rounded to the nearest dollar.

- (D) Notwithstanding any other provision of law, in the 2007–08, 2008–09, 2009–10, and 2010–11 fiscal years, the schedule of basic rates in subdivision (a), as adjusted pursuant to subdivisions (b) and (c), and subparagraphs (A), (B), and (C), shall be adjusted annually by the percentage changes in the California Necessities Index, computed pursuant to the methodology described in Section 11453.
- (2) (A) Any county that, as of the 1991–92 fiscal year, receives state participation for a basic rate that exceeds the amount set forth in the schedule of basic rates in subdivision (a) shall receive an increase each year in state participation for that basic rate of one-half of the percentage adjustments specified in paragraph (1) until the difference between the county's adjusted state participation level for its basic rate and the adjusted schedule of basic rates is eliminated.
- (B) Notwithstanding subparagraph (A), all counties for the 1999–2000 fiscal year shall receive an increase in state participation for the basic rate of the entire percentage adjustment described in paragraph (1).
- (C) Notwithstanding subparagraph (A), all counties shall receive an increase in state participation for the basic rate of the entire percentage adjustments described in subparagraphs (C) and (D) of paragraph (1).
- (3) If a county has, after receiving the adjustments specified in paragraph (2), a state participation level for a basic rate that is below the amount set forth in the adjusted schedule of basic rates for that fiscal year, the state participation level for that rate shall be further increased to the amount specified in the adjusted schedule of basic rates.
- (e) (1) As used in this section, "specialized care increment" means an approved amount paid with state participation on behalf of an AFDC-FC child requiring specialized care to a home listed in subdivision (a) in addition to the basic rate. On the effective date of this section, the department shall continue and maintain the current ratesetting system for specialized care.
- (2) Any county that, as of the effective date of this section, has in effect specialized care increments that have been approved by

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1 the department, shall continue to receive state participation for those payments.

- (3) Any county that, as of the effective date of this section, has in effect specialized care increments that exceed the amounts that have been approved by the department, shall continue to receive the same level of state participation as it received on the effective date of this section.
- (4) (A) Except for subparagraph (B), beginning January 1, 1990, specialized care increments shall be adjusted in accordance with the methodology for the schedule of basic rates described in subdivision (c) and (d). No county shall receive state participation for any increases in a specialized care increment which exceeds the adjustments made in accordance with this methodology.
- (B) Notwithstanding subdivision (e) of Section 11460, for the 1993–94 fiscal year, an amount equal to 5 percent of the State Treasury appropriation for family homes shall be added to the total augmentation for the AFDC-FC program in order to provide incentives and assistance to counties in the area of specialized care. This appropriation shall be used, but not limited to, encouraging counties to implement or expand specialized care payment systems, to recruit and train foster parents for the placement of children with specialized care needs, and to develop county systems to encourage the placement of children in family homes. It is the intent of the Legislature that in the use of these funds, federal financial participation shall be claimed whenever possible.
- (f) (1) As used in this section, "clothing allowance" means the amount paid with state participation in addition to the basic rate for the provision of additional clothing for an AFDC-FC child, including, but not limited to, an initial supply of clothing and school or other uniforms.
- (2) Any county that, as of the effective date of this section, has in effect clothing allowances, shall continue to receive the same level as it received on the effective date of this section.
- (3) Beginning January 1, 1990, except as provided in paragraph (4), clothing allowances shall be adjusted annually in accordance with the methodology for the schedule of basic rates described in subdivision (c) and (d). No county shall be reimbursed for any increases in clothing allowances which

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exceed the adjustments made in accordance with this methodology.

(4) For the 2000–01 fiscal year and each fiscal year thereafter, without a county share of cost, notwithstanding subdivision (c) of Section 15200, each child shall be entitled to receive a supplemental clothing allowance of one hundred dollars (\$100) per year subject to the availability of funds. The clothing allowance shall be used to supplement, and not supplant, the clothing allowance specified in paragraph (1).

SECTION 1. Section 11461 of the Welfare and Institutions Code is repealed.

SEC. 2. Section 11461 is added to the Welfare and Institutions Code, to read:

11461. (a) For children placed in a licensed or approved family home with a capacity of six or less or in an approved home of a relative or nonrelated legal guardian, the per child per month rates in the following schedule shall be in effect for the period January 1, 2002, to June 30, 2002, inclusive:

- Age	Basic rate
-0-4	\$ 425
-5-8	-463
9-11	-495
12–14	-547
15-20	-597

- (b) The schedule of basic rates set forth in subdivision (a) in effect on December 31, 2006 shall be increased by 5 percent on January 1, 2007.
- (c) (1)In the 2007–08, 2008–09, 2009–10, and 2010–11 fiscal years, the schedule of basic rates in subdivision (a) as adjusted pursuant to subdivision (b), and other special payments specified in subdivisions (d) and (e) shall be adjusted annually by the percentage changes in the California Necessities Index, computed pursuant to the methodology described in Section 11453.
- (d) (1) As used in this section, "specialized care increment" means an approved amount paid with state participation on behalf of an AFDC-FC child requiring specialized care to a home listed in subdivision (a) in addition to the basic rate. On January

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1 1, 2007, the department shall continue and maintain the then current ratesetting system for specialized care.

- (2) Any county that, as of January 1, 2007, has in effect specialized care increments that have been approved by the department, shall continue to receive state participation for those payments.
- (3) Beginning January 1, 2007, specialized care increments shall be adjusted in accordance with the methodology for the schedule of basic rates described in subdivision (c). No county shall receive state participation for any increases in a specialized care increment that exceeds the adjustments made in accordance with this methodology.
- (e) (1) As used in this section, "clothing allowance" means the amount paid with state participation in addition to the basic rate for the provision of additional clothing for an AFDC-FC child, including, but not limited to, an initial supply of clothing and school or other uniforms.
- (2) Any county that, as of January 1, 2007, has in effect clothing allowances, shall continue to receive the same level as it received on December 31, 2006.
- (3) Beginning January 1, 2007, clothing allowances shall be adjusted annually in accordance with the methodology for the schedule of basic rates described in subdivision (c). No county shall be reimbursed for any increases in clothing allowances that exceed the adjustments made in accordance with this methodology.
- (f) The adjustment authorized by subdivision (e) shall also be applied for the adjustment of Adoption Assistance Program payment levels or a successor payment program from their base levels in effect on July 1, 2006. Annual adjustments pursuant to subdivision (e) shall not adversely affect base rate increases in Adoption Assistance Program payment level rates.
- 33 SEC. 3.
- 34 SEC. 2. Chapter 1.5 (commencing with Section 16030) is 35 added to Part 4 of Division 9 of the Welfare and Institutions 36 Code, to read:

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Chapter 1.5. Foster and Adoptive Parent Recruitment and Retention Program

- 16030. (a) The Legislature finds and declares that there is an urgent need to recruit and retain licensed foster family homes, *relative caregivers*, *and adoptive parents*, to provide children placed in out-of-home placements, in the least restrictive and the most familylike setting possible.
- (b) It is the intent of the Legislature to assist counties in the recruitment and retention of these placements by creating the Foster *and Adoptive* Parent Recruitment and Retention Program.
- 16031. There is hereby established the Foster *and Adoptive* Parent Recruitment and Retention Program.
- 16032. The State Department of Social Services shall administer, in consultation with the County Welfare Directors Association, the Foster *and Adoptive* Parent Recruitment and Retention Program.
- 16033. (a) Recruitment and retention activities allowed under the program shall include, but not be limited to:
- (1) Supplemental payments to foster family homes *and* relative caregivers that care for sibling groups.
 - (2) Respite care.
 - (3) Advertising and media marketing recruitment campaigns.
- (4) First- and third-party liability insurance to cover property damage.
- (5) The use of county-based foster parent *and relative* caregiver advocates to support and work on behalf of foster parents *and relative caregivers*.
- (6) The use of foster parents, *relative caregivers, and adoptive parents* as recruiters, and additional support for those foster parents, *relative caregivers, and adoptive parents*.
- (7) Additional retention supports, including one-time costs of purchasing items, including, but not limited to, beds and school uniforms.
- (8) Other locally designed recruitment and retention activities, as appropriate.
- (b) A county that elects to participate in the program shall submit an annual foster parent, *relative caregiver*, *and adoptive parent* recruitment and retention plan to the State Department of Social Services. Participating counties shall work with

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organizations representing current and former foster youth, foster family homes, *relative caregivers*, *adoptive parents*, and other interested groups to create the plan.

- (c) Participating counties shall submit annually, a self-assessment of the effectiveness of the local recruitment and retention activities by increasing the number of foster family, *relative*, *and adoptive* homes and increasing the retention of those homes.
- (d) Annual funding allocations shall be determined by the department, in consultation with the County Welfare Directors Association.
- (e) Funding for the Foster *and Adoptive* Parent Recruitment and Retention Program is subject to appropriation in the annual Budget Act or another statute. Funding for the program shall be provided without a county match requirement and may be used as a match to draw down federal funding resources, as appropriate.

18 SEC. 4.

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19 SEC. 3. If the Commission on State Mandates determines that 20 this act contains costs mandated by the state, reimbursement to 21 local agencies and school districts for those costs shall be made 22 pursuant to Part 7 (commencing with Section 17500) of Division 23 4 of Title 2 of the Government Code.